

Resolution No._____, Series 2010

A RESOLUTION REQUESTING THE KENTUCKY PUBLIC SERVICE COMMISSION DENY ANY NEW FEES AND/OR INCREASED USAGE RATES FOR E.ON's LG&E CUSTOMERS UNTIL THE OWNERSHIP AND FUTURE OF THE COMPANY ARE SETTLED.

Sponsors: Council Members Downard, Heiner, King and Tandy

Whereas, Bloomberg News and the Dow Jones Newswires have reported that E.On AG is seeking interest in the sale of Louisville Gas and Electric (LG&E) through the appointment of Goldman Sachs as an advisor on such action; and

Whereas, the Commonwealth of Kentucky's Public Service Commission (PSC) would regulate the sale, adjustment of energy rates and establishment of new energy fees; and

Whereas, the request to increase energy costs and establish a new fee by E.On through Louisville Gas and Electric (LG&E) is projected to have an annual economic impact of \$117 million dollars for E.On; and

Whereas, the new \$26.53 fee increase on each residential gas recipient would have a disproportionate effect on the poor and fixed-income elderly within the community; and

Whereas, any action to increase rates or establish new fees would unjustifiably add to the value of E.On's North American properties without a guarantee of re-investment in Louisville Metro and its 16 neighboring counties served by E.On.

NOW, THEREFORE, BE IT RESOLVED BY THE LEGISLATIVE COUNCIL OF THE LOUISVILLE/JEFFERSON COUNTY METRO GOVERNMENT ("COUNCIL") AS FOLLOWS:

Section 1. The Louisville Metro Council strongly requests the Kentucky PSC not allow any change in rates or creation of new fees by E.On through LG&E until the matter of their sale is resolved.

Section 2. This Resolution shall take effect upon its passage and approval.

Kathleen J. Herron
Metro Council Clerk

Thomas L. Owen
President of the Council

Jerry E. Abramson
Mayor

Approval Date

APPROVED AS TO FORM AND LEGALITY:

Michael J. O'Connell
Jefferson County Attorney

BY: _____